

A regular meeting of the Michigan State Employees' Retirement System Board was held at the State Secondary Complex, General Office Building, First Floor, Conference Room A, Lansing, Michigan, on February 7, 2013. The following members, staff and observers participated:

**Members Present:** Douglas Drake, Retiree Member  
 Ruth Duquette, Employee Member  
 Matthew Fedorchuk, Employee Member  
 John Gnodtke, representing State Personnel Director  
 Randall Gregg, representing Commissioner of the Office of Financial and Insurance Regulation  
 Molly Jason, representing the Attorney General  
 Douglas Johnson, Retiree Member  
 Craig Murray, representing the Deputy Auditor General

**Staff Present:** Laurie Hill, Acting Executive Secretary  
 Chanda Donnan, Recording Secretary

**Others Present:** Patrick Fitzgerald of the Office of Attorney General; Laurie Mitchell from the Office of Retirement Services, Mary Pollock and June Morse from State Employees Retirement Association, Dr. Stan Parker of Department of Human Services, Kim Neuman and Ellen Hale of Department of Corrections

### **Call to Order**

Chair Douglas Drake called the meeting to order at 1:30 p.m.

### **Excusing of Absent Members**

John Gnodtke moved, Matthew Fedorchuk supported, to excuse the absence of Robert Brackenbury. The motion carried unanimously.

### **Approval of Agenda**

John Gnodtke moved, Ruth Duquette supported, to approve the agenda. The motion carried unanimously.

### **Election of Officers**

Acting Executive Secretary Laurie Hill asked the Nominating Committee for recommendations for the office of chair. On behalf of the Committee, Ruth Duquette nominated Craig Murray for the office of chair. Ms. Hill asked if there were any further nominations from

the floor. Being no further nominations, Ms. Hill closed the nominations and a vote was taken unanimously approving Craig Murray for the office of chair.

Chair Craig Murray asked the Nominating Committee for recommendations for the office of vice-chair. On behalf of the Committee, Ruth Duquette nominated Douglas Johnson for the office of vice-chair. Mr. Murray asked if there were further nominations from the floor. Being no further nominations, Mr. Murray closed the nominations and a voice vote was taken unanimously approving Douglas Johnson for the office of vice-chair.

### **Approval of Minutes**

John Gnodtke moved, Randall Gregg supported, to approve the regular session meeting minutes of December 6, 2012. The motion carried unanimously.

### **Disability Retirement Applications**

#### Non-Duty Disability Retirement Applications

Molly Jason recused herself from discussion and voting on application #2.

Douglas Drake moved, Matthew Fedorchuk supported, to approve non-duty disability applications 1-19 with the exception of application #2 as presented in the Supplemental Information to the Agenda, 8A. The motion carried unanimously.

John Gnodtke moved, Ruth Duquette supported, to approve non-duty disability application #2 as presented in the Supplemental Information to the Agenda, 8A. The motion carried.

#### Duty Disability Retirement Applications

Matthew Fedorchuk moved, John Gnodtke supported, to approve duty disability application 1-4 as presented in the Supplemental Information to the Agenda, 8B. The motion carried unanimously.

### **Disability Application Extension Requests**

Douglas Johnson moved, Randall Gregg supported, to grant Disability Application Request 1-1 as presented in the Supplemental Information to the Agenda, 9A for an extension of time to apply for a disability retirement allowance. The motion carried.

## **Administrative Hearings**

### Proposal for Decision – Docket 2012-001069 ORS

The Board considered the case materials. John Gnodtke moved, Douglas Johnson supported, that the Board adopt as its own the recommendations of the Presiding Officer in the December 3, 2012, Proposal for Decision, including the proposed Findings of Fact with the correction of Petitioner's birth year to be 1954 in bullet #1 and Conclusions of Law, and deny Petitioner's application for non-duty disability retirement under MCL 38.24. The motion carried unanimously.

### Proposal for Decision – Docket 2012-000306 ORS

The Board considered the case materials. Matthew Fedorchuk moved, Ruth Duquette supported, that the Board adopt as its own the recommendations of the Presiding Officer in the September 26, 2012, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, and deny Petitioner's request to include in his final average compensation (FAC) calculation the "gross pay adjustment" at issue; to retire under the 2010 retirement incentive; and to purchase additional service credit. The motion carried unanimously.

### Proposal for Decision – Docket 2012-000767 ORS

The Board considered the case materials. Doug Johnson moved, Ruth Duquette supported, that the Board grant Respondent's Motion to Strike Petitioner's Supplemental Exceptions. The motion failed.

John Gnodtke moved, Randall Gregg supported, to deny Respondent's Motion to Strike Petitioner's Supplemental Exceptions. The motion carried unanimously.

John Gnodtke moved, Ruth Duquette supported, that the Board adopt as its own the recommendations of the Presiding Officer in the October 16, 2012, Proposal for Decision, including the proposed Findings of Fact and Conclusions of Law, except for the modifications proposed by Respondent's Exceptions, and deny Petitioner's request for non-duty disability retirement under MCL 38.67a using the form of decision and order offered by Respondent. The motion carried unanimously.

## **New Business**

### Health Reimbursement Arrangement (HRA) Plan Document

The Board received a brief presentation on the HRA Plan Document from Assistant Attorney General Patrick Fitzgerald and considered the materials. John Gnodtke moved, Ruth Duquette supported, for adoption by the Board of the State Employees' Retirement System Retiree Health Reimbursement Arrangement Plan Document and Summary Plan Description as

presented by the attorney general's office with the minor amendments of clarifying the definitions of spouse and employee. The motion carried unanimously.

#### **Executive Secretary Comments**

No comments were received.

#### **Board Comments**

No comments were received.

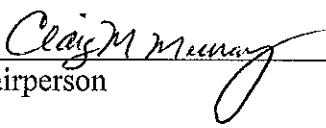
#### **Public Comments**

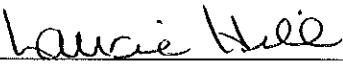
Comments were received from Mary Pollock and June Morse.

#### **Adjournment**

Matthew Fedorchuk moved, Douglas Drake supported, that the meeting be adjourned. The motion carried unanimously. The Chair adjourned the meeting at 3:07 p.m.

#### **OFFICIAL MINUTES**

  
Chairperson

  
Executive Secretary